

Issue Brief – Insurance Fees

INSURANCE01

EXPECTED LEGISLATIVE ACTION

The Legislature must approve all regulatory fees annually. (Statutory fees are set in the Utah State Code and do not need annual approval.) Without approval of these fees the state would lose more than \$7,500,000. The fees presented below are a request

by the agency and a recommendation by the Analyst. The legislature may change, eliminate or add any fee. After approval by the subcommittee and Executive Appropriations, the fees will be included in a bill for final approval by the entire legislature.

PROPOSED INSURANCE FEES :

Fees for Administration:	Old Fee	New Fee	Change	Quantity	Revenue
Global license fees for Admitted Insurers					
Certificate of Authority-initial license application	1,002.00	1,002.00	0.00	40	0
Certificate of Authority-renewal	302.00	302.00	0.00	1,440	0
Certificate of Authority - Late Renewal	352.00	352.00	0.00	50	0
Certificate of Authority-Reinstatement	1,002.00	1,002.00	0.00	5	0
Certificate of Authority-amendment	252.00	252.00	0.00	70	0
Form A Filing	2,002.00	2,002.00	0.00	3	0
Redomestication Filing	2,002.00	2,002.00	0.00	1	0
Organizational Permit for Mutual Insurer	1,002.00	1,002.00	0.00	1	0
Insurer Examinations - Agency Cost	0.00	0.00	0.00	0	0
Not a fee but reimbursement to the department from insurers for examiner costs.					
Global service fees for admitted insurer based on Utah premium volume show in most current year's annual statement					
Zero premium volume	0.00	0.00	0.00	0	0
More than \$0 to less than \$1M premium volume	700.00	700.00	0.00	0	0
\$1M to less than \$3M premium volume	1,100.00	1,100.00	0.00	0	0
\$3M to less than \$6 M premium volume	1,550.00	1,550.00	0.00	0	0
\$6M to less than \$11M premium volume	2,100.00	2,100.00	0.00	0	0
\$11M to less than \$15M premium volume	2,750.00	2,750.00	0.00	0	0
\$15M to less than \$20M premium volume	3,500.00	3,500.00	0.00	0	0
\$20M or more in premium volume	4,350.00	4,350.00	0.00	0	0

Fees for Administration:	Old Fee	New Fee	Change	Quantity	Revenue
Global License Fees for Surplus Lines Insurer; Other Organization; Accredited/Trusteed Reinsurer					
Surplus lines insurer and accredited/trusted reinsurer					
Initial license application	1,002.00	1,002.00	0.00	5	0
Renewal	302.00	302.00	0.00	145	0
Late Renewal	352.00	352.00	0.00	5	0
Surplus lines insurer and accredited/trusted reinsurer					
Reinstatement	1,002.00	1,002.00	0.00	1	0
Other Organization					
Initial License Application	252.00	252.00	0.00	40	0
Renewal	202.00	202.00	0.00	300	0
Late Renewal	252.00	252.00	0.00	10	0
Global license fees for surplus lines insurer; other organization; accredited/trusteed reinsurer					
Other Organization					
Reinstatement	252.00	252.00	0.00	2	0
Global service fees for surplus lines insurer; other organization; accredited/trusteed reinsurer	200.00	200.00	0.00	500	0
Viatical Settlement Provider Fees					
Initial license application	1,002.00	1,002.00	0.00	5	0
Renewal	302.00	302.00	0.00	4	0
Late Renewal	352.00	352.00	0.00	0	0
Reinstatement	1,002.00	1,002.00	0.00	0	0
Annual service fee	600.00	600.00	0.00	4	0
Global individual license fee					
Res/non-res full line producer license or renewal per two-year license period					
Initial, or renewal if renewed prior to renewal deadline	72.00	72.00	0.00	27,000	0
Late Renewal	142.00	122.00	-20.00	3,000	-60,000
Standard \$50 late fee.					
Reinstatement of Lapsed License	192.00	122.00	-70.00	500	-35,000
Standard \$50 late fee.					
Res/non-res limited line producer license or renewal per two-year licensing period					
Initial or renewal if renewed prior to renewal deadline	47.00	47.00	0.00	1,500	0
Late Renewal	92.00	97.00	5.00	50	250
Standard \$50 late fee.					
Reinstatement of lapsed license	142.00	97.00	-45.00	5,280	-237,600
Standard \$50 late fee.					
Addition of producer classification or line of authority to individual producer license	27.00	27.00	0.00	2,000	0

Fees for Administration:	Old Fee	New Fee	Change	Quantity	Revenue
Global full line and limited line agency license fee					
Res/non-res initial or renewal license if renewed prior to renewal deadline	77.00	77.00	0.00	2,900	0
Late Renewal	152.00	127.00	-25.00	50	-1,250
Standard \$50 late fee.					
Reinstatement of lapsed license	202.00	127.00	-75.00	120	-9,000
Standard \$50 late fee.					
Addition of classification or line of authority to agency license	27.00	27.00	0.00	200	0
Title agency filing (forms, rates, reports)	25.00	25.00	0.00	100	0
Health insurance purchasing alliance per annual licensing period					
Res/non-res initial or renewal license if renewed prior to renewal deadline	502.00	502.00	0.00	1	0
Late Renewal	752.00	552.00	-200.00	1	-200
Standard \$50 late fee.					
Reinstatement of lapsed license	802.00	552.00	-250.00	1	-250
Standard \$50 late fee.					
Continuing Education Fees					
CE provider initial or renewal license, if renewed prior to renewal deadline	252.00	252.00	0.00	300	0
CE provider late renewal license	302.00	302.00	0.00	20	0
CE provider reinstatement of lapsed license	352.00	302.00	-50.00	10	-500
Standard \$50 late fee.					
CE provider post approval or \$5 per hour whichever is more	27.00	27.00	0.00	25	0
Other fees					
Photocopy per page	.50	.50	0.00	40,000	0
Copy complete Annual Statement/Copy	42.00	42.00	0.00	24	0
Prod of lists-printed/page	1.00	1.00	0.00	100	0
Prod of lists-electronic 1-500 records	52.00	52.00	0.00	0	0
Prod of lists-elec-501 or more records/\$0.11 per record	.11	.11	0.00	0	0
Accepting Service of legal process	12.00	12.00	0.00	17	0
Returned check charge	20.00	20.00	0.00	0	0
Workers comp schedule	5.00	5.00	0.00	20	0
Address Correction Fee	35.00	35.00	0.00	286	0
Compliance and Enforcement Fines (not a fee, but fines collected from licensees)	0.00	0.00	0.00	0	0
Late filing fee (forms, rates, reports)	50.00	0.00	-50.00	0	0
Late filings handled with administrative action.					

Fees for Administration:	Old Fee	New Fee	Change	Quantity	Revenue
Dedicated Credit Fees					
Fraud Division Assessment					
Zero to \$1M premium volume	150.00	150.00	0.00	0	0
\$1M to less than \$2.5M premium volume	400.00	400.00	0.00	0	0
\$2.5M to less than \$5M premium volume	700.00	700.00	0.00	0	0
\$5M to less than \$10M premium volume	1,350.00	1,350.00	0.00	0	0
\$10M to less than \$50M premium volume	5,150.00	5,150.00	0.00	0	0
\$50 M or more in premium volume	12,350.00	12,350.00	0.00	0	0
Dedicated Credit Fees					
Fraud Division investigative recovery	0.00	0.00	0.00	0	0
Title Assessment	0.00	0.00	0.00	0	0
Relative Value Study Book	12.00	12.00	0.00	100	0
Mailing fee for books	3.00	3.00	0.00	50	0
Captive Insurer Fees					
Initial license application	202.00	202.00	0.00	10	0
Initial license application review (actual costs incurred)	0.00	0.00	0.00	0	0
Initial license issuance	5,002.00	5,002.00	0.00	10	0
Renewal	5,002.00	5,002.00	0.00	5	0
Late Renewal	352.00	5,052.00	4,700.00	1	4,700
Reinstatement	302.00	5,052.00	4,750.00	0	0
Annual service fee	200.00	0.00	-200.00	0	0
Deleting fee.					
Electronic commerce dedicated fees					
E-commerce and internet technology services fees					
Insurer:admitted, surplus lines	75.00	75.00	0.00	1,600	0
Captive Insurer	1,000.00	250.00	-750.00	10	-7,500
Other organization and viatical settlement provider	50.00	50.00	0.00	420	0
CE Provider	20.00	20.00	0.00	60	0
Agency	10.00	10.00	0.00	300	0
Individual	5.00	5.00	0.00	29,000	0
Database access	3.00	3.00	0.00	500	0
Paper filing process fee	5.00	5.00	0.00	100	0
Paper application processing fee	25.00	25.00	0.00	400	0
Restricted Revenue Fees					
Bail Bond Agency (annual license period)					
Resident initial or renewal license if renewed prior to renewal deadline	252.00	252.00	0.00	43	0
Late Renewal License	502.00	302.00	-200.00	3	-600
Standard \$50 late fee.					
Reinstatement of lapsed license	602.00	302.00	-300.00	1	-300
Standard \$50 late fee					
Total					-\$347,250